

7a Eligibility Sheet

1. Form of Ownership:

Corporation _____
 Partnership _____
 Proprietorship _____
 LLC _____
 LLP _____

Legal Name: _____

Trade Name: _____

2. Will the loan proceeds be used to acquire, construct, improve or refinance real estate?

Yes____ No____

If yes:

Will the real estate be owned outside of the operating company? Yes____ No____

Will the business be a co-borrower or a guarantor? _____

Legal name of the owner of the real estate: _____

Square footage of rental space: _____

Square footage of personal living space: _____

Square footage occupied by this business: _____

3. List all existing SBA debt including SBA debt with any affiliates:

Are the existing and the proposed SBA debt within SBA's \$1,000,000 limit? Yes____ No____

4. List average sales for the prior 3 years and prior year employment (including all affiliated businesses)

Are sales/employment for all affiliates within SBA's limits? Yes____ No____

| | | | |
|---|-------------|---------------|---------------|
| Farm | \$500,000 | Retail | \$5,000,000 |
| Travel Agent | \$1,000,000 | Contractor | \$7,000,000 |
| Real Estate Agent | \$1,500,000 | Wholesaler | 100 employees |
| Dry Cleaning Plant | \$3,500,000 | Manufacturing | 500 employees |
| Engineering, Architectural, and Surveying Service | | | \$2,500,000 |
| Fishing Trapping, and Hunting | | | \$3,000,000 |

Numerous exceptions exist, all exceptions are larger than the above list, contact SBA for details

5. Will the loan facilitate a change in ownership of the business? Yes_____ No_____

If yes, explain the benefits of the sale to the business and the community.

6. Are loan proceeds being used to refinance debt? Yes_____ No_____

Explain why existing debt is not meeting the business' needs.

Explain why existing debt is not on reasonable terms.

Compute 20% savings as a result of the debt refinancing.

7. Are "liquid personal assets" (cash, savings accounts, CD's, marketable securities, and cash surrender value of life insurance) of all 20% or more owners within SBA limits? Yes_____ No_____

| <u>Project size</u> | <u>Limit</u> |
|----------------------|------------------|
| 0- \$250,000 | 2X project size |
| \$250,000 -\$500,000 | 1½X project size |
| \$500,000+ | 1X project size |

8. Is the business involved in religion, entertainment of a prurient sexual nature, gambling, illegal activity, real estate investment, pyramid sales or a not for profit organization? Yes_____ No_____

9. Are any of the owners, principals, their children or spouses, directors, officers, employees or stockholders of the participating bank? Yes_____ No_____

10. Are any of the assets being acquired presently owned or financed by the participating bank or its associate or a relative of the applicant? Yes_____ No_____